

Cedar Glen Project Area

DESCRIPTION OF MAJOR SERVICES

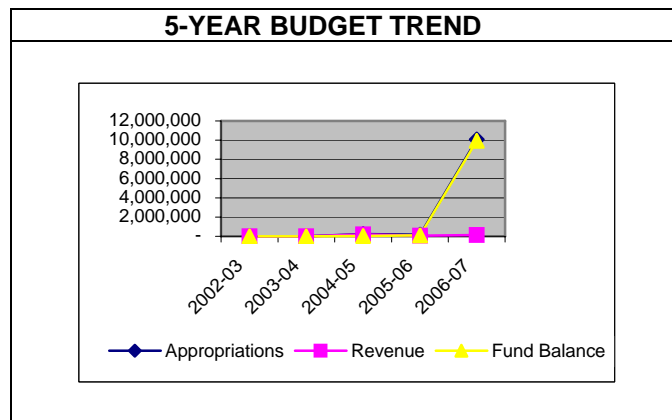
In 2004, the Cedar Glen Disaster Recovery Redevelopment Plan was adopted to assist with the rebuilding of part of the area destroyed by the 2003 Old Fire. The Project Area began to receive tax increment revenues in 2005-06.

Included in this project area are housing funds, which are used to conserve and/or expand the supply of affordable housing to low and moderate-income households. Based on regulations, 20% of the gross tax increment revenues are set aside and used for affordable housing.

Initial plan preparation and operating expenses are funded through a \$75,000 loan from the San Sevaire Project Area and a \$290,000 loan from the county general fund. In addition, on December 6, 2005 the Board of Supervisors approved a loan of \$10 million from the county general fund to the Cedar Glen Project Area to begin the water and road improvements. The loans will be repaid when the project area generates sufficient tax increment revenues or other financing is available.

There are no budgeted positions assigned to this project area, however administrative and staffing costs are allocated to this project area based on time studies.

BUDGET HISTORY



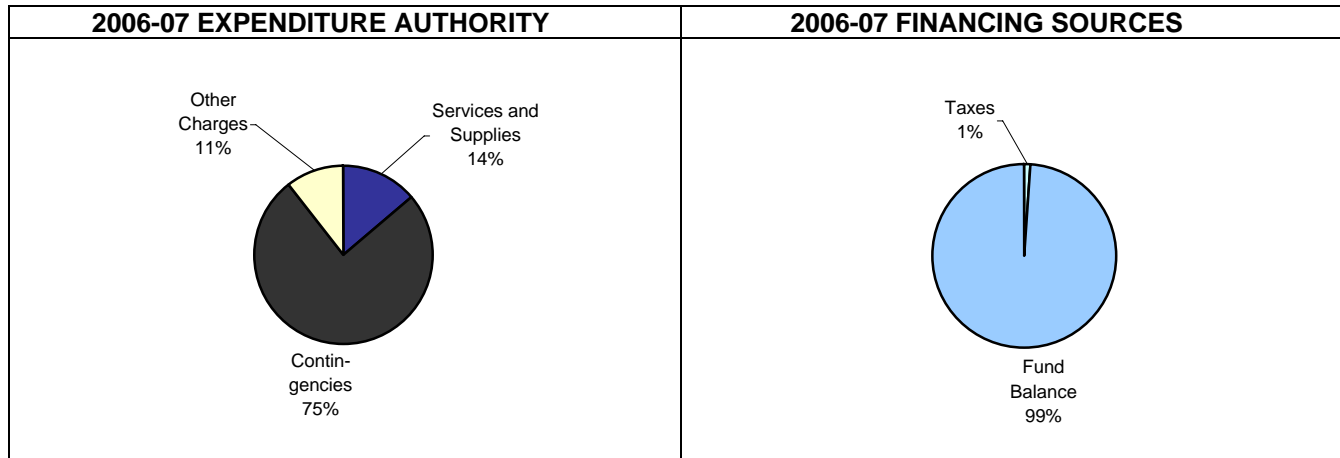
PERFORMANCE HISTORY

	2002-03 Actual	2003-04 Actual	2004-05 Actual	2005-06 Modified Budget	2005-06 Actual
Appropriation	-	28,576	156,767	10,242,003	430,300
Departmental Revenue	-	75,226	293,426	10,149,000	10,297,254
Fund Balance				93,003	

In accordance with Section 29009 of the State Government Code, the entire unreserved fund balance must be appropriated each year. Accordingly, actual expenditures in these funds are typically less than budgeted. The amount not expended in 2005-06 has been re-appropriated in the 2006-07 budget.

Tax Increment revenues were received for the first time in 2005-06 and were greater than budgeted for the year by \$41,000. In addition, two general fund loans were received for projects within the Cedar Glen Disaster Recovery Project Area in 2005-06, one for \$75,000 and the second for \$10 million. Proceeds from these general fund loans will be used to pay operating and approved project costs. As required by the loan terms \$7.6 million of the loan proceeds has been placed into contingencies for future approved projects.

ANALYSIS OF FINAL BUDGET



GROUP: Economic Development
 DEPARTMENT: Redevelopment Agency
 FUND: Cedar Glen Disaster Project Area

BUDGET UNIT: SPK, SPL
 FUNCTION: General
 ACTIVITY: Other General

	2002-03 Actual	2003-04 Actuals	2004-05 Actual	2005-06 Actual	2005-06 Final Budget	2006-07 Final Budget	Change From 2005-06 Final Budget
Appropriation							
Services and Supplies	-	2,787	111,473	107,747	97,862	1,400,420	1,302,558
Land and Improvements	-	-	-	-	-	370,420	370,420
Transfers	-	25,789	45,294	310,553	57,141	368,650	311,509
Contingencies	-	-	-	-	-	7,600,000	7,600,000
Total Appropriation	-	28,576	156,767	418,300	155,003	9,739,490	9,584,487
Operating Transfers Out	-	-	-	12,000	-	333,700	333,700
Total Requirements	-	28,576	156,767	430,300	155,003	10,073,190	9,918,187
Departmental Revenue							
Taxes	-	-	-	240,367	60,000	112,200	52,200
Use of Money and Prop	-	226	3,426	80,965	2,000	6,800	4,800
State, Fed or Gov't Aid	-	-	-	634	-	-	-
Current Services	-	-	-	(2,057)	-	-	-
Other Revenue	-	-	-	(109,655)	-	-	-
Other Financing Sources	-	-	-	10,075,000	-	-	-
Total Revenue	-	226	3,426	10,285,254	62,000	119,000	57,000
Operating Transfers In	-	75,000	290,000	12,000	-	-	-
Total Financing Sources	-	75,226	293,426	10,297,254	62,000	119,000	57,000
Fund Balance	-	-	-	-	93,003	9,954,190	9,861,187

The budgeted increase in services and supplies is for housing and business assistance programs. The increase in the land and improvements budget is for the purchase of land for road improvements. The increase in budgeted contingencies of \$7.6 million is the balance of the \$10 million loan received from the county general fund in December 2005. Per the loan agreement, the Board of Supervisors must approve all additional projects utilizing the loan funds. Upon approval, of additional projects, the funds will be transferred to the appropriate expenditure category for use.

FINAL BUDGET CHANGES

Services and supplies increased by \$202,327 due to fund balance being higher than anticipated.

